

AGENDA
HEALTH SERVICES AND DEVELOPMENT AGENCY

Holiday Inn Select
Centennial Ballroom
2613 West End Avenue
Nashville, TN 37203

Wednesday, January 25, 2006

8:30 a.m. CST

- I. CALL TO ORDER
- II. DIRECTOR'S ANNOUNCEMENTS
- III. CONSENT CALENDAR

- Approved** A. SOFHA Diagnostic Center, Johnson City (Washington County), TN — CN0511-106
The relocation of an existing outpatient diagnostic center (ODC) with a magnetic resonance imaging (MRI) unit from 219 Princeton Road, Johnson City (Washington County), TN 37601 to an unconstructed medical office building on an unaddressed site on the northeast side of Med Tech Parkway, Johnson City (Washington County), TN. The facility will be located across the street from Mountain States Wellness Center construction site. The project will be licensed as an ODC by the Department of Health.
\$ 6,837,124.00

- IV. CERTIFICATE OF NEED APPLICATIONS

- Withdrawn** A. Maxim Healthcare Services - Knoxville, Knoxville (Knox County), TN — CN0506-047
Addition of the following counties: Blount, Claiborne, Cocke, Grainger, Hamblen, Jefferson, Monroe, Sevier and Union to the existing home health care service area of: Knox, Loudon, Anderson, Campbell, Scott, Morgan and Roane.
\$ 135,000.00

DEFERRED FROM THE SEPTEMBER & DECEMBER MEETINGS

Opposition: Priority Healthcare; Baptist Home Care, Knoxville; Blount Memorial Hospital Home Care; Ken Kozawa, M.D.; Hasmukh Kanabar, M.D.; Premier Support Services, Inc. d/b/a Interim HealthCare of East Tennessee; Morristown-Hamblen; Home Health Care of East Tennessee, Inc. & Hospice; Dennis Klein, D.O.; Michael Tan, M.D.; Elk Valley Health Services; St. Mary's Home Health; All Care Plus, Inc. d/b/a Quality Home Health Care; Housecall Home Healthcare; Smoky Mountain Home Health & Hospice, Inc.

- Withdrawn** B. Maxim Healthcare Services, Johnson City (Washington County), TN — CN0507-060
The establishment of a home care organization to provide non-Medicare home health care services in Greene, Sullivan and Washington counties. The parent office will be located at 105 KLM Drive, Suite 6, Johnson City (Washington County), TN 37615.
\$ 135,000.00

DEFERRED FROM THE OCTOBER & DECEMBER MEETINGS

Opposition: Smoky Mountain Home Health & Hospice; Wilson Pharmacy Inc.; Mountain States Health Alliance; Premier Support Services, Inc. d/b/a Interim HealthCare of East Tennessee; Medical Center HomeCare Services; Pro Care Home Health & Private Duty Services; Wellmont Home Care Services; The Children's Hospital at Johnson City Medical Center; Elk Valley Health Services; Gentiva Health Services, Inc.

- Approved** C. Milan General Hospital, Inc., Milan (Gibson County), TN — CN0510-089
The addition of ten (10) swing beds to two (2) existing swing beds. These beds will replace thirteen (13) existing skilled nursing beds. Upon approval, the thirteen (13) existing skilled nursing beds will be delicensed. Upon completion of the project, the number of licensed hospital beds increase from sixty (60) to seventy (70), swing beds will increase from two (2) to twelve (12), and skilled nursing beds will decrease from thirteen (13) to zero (0).
\$ 9,541.00

* These beds are not subject to the 125 nursing home bed pool

- Approved** D. +Wellmont Sapling Grove Imaging, LLC, Bristol (Sullivan County), TN – CN0510-090
The establishment of an outpatient diagnostic center (ODC), acquisition of a magnetic resonance imaging (MRI) unit, and initiation of outpatient MRI services in leased space. The applicant intends to make the ODC with MRI available for subleasing up to four (4) days per week to area physicians, one of which is Upright MRI Solutions, LLC, which has filed a simultaneous review application for an ODC with MRI services for one (1) day per week.
\$ 2,920,957.40
- Approved** E. +Upright MRI Solutions, Bristol (Sullivan County), TN – CN0510-093
The establishment of an outpatient diagnostic center (ODC) limited to magnetic resonance imaging (MRI), and the initiation of fixed MRI services for outpatients one (1) day per week. The ODC will be established by leasing for one day per week the use of an ODC with Fonar Upright MRI, for which Wellmont Sapling Grove Imaging, LLC is seeking approval through simultaneous review.
\$ 683,000.00
- Approved** F. Cancer Center of McMinn County, PLLC, Athens (McMinn County), TN – CN0510-091
The establishment of a ambulatory surgical treatment center (ASTC) limited to radiation therapy. The acquisition of a linear accelerator, and initiation of radiation therapy services, in approximately 6,000 square feet of space in a newly constructed building.
\$ 3,974,856.00
Opposition: Woods Memorial Hospital
- Approved** G. NorthCrest Medical Center, Springfield (Robertson County), TN – CN0510-094
The renovation and expansion of the emergency department located on the hospital's campus. The number of licensed beds are not affected, no new services will be initiated.
\$ 7,255,473.17
- Denied** H. Select Specialty Hospital – Knoxville, Inc., Knoxville (Knox County), TN – CN0510-095
A replacement facility relocating eighty (80) long term hospital beds from three (3) existing Select Medical Corporation facilities in Knoxville, which will close following licensure of the new facility. (The Letter of Intent identified the relocation of ninety-three (93) beds, which was amended to eighty (80) beds in the application). The new replacement facility will be located on the UT Medical Center Campus at the intersection of Cherokee Trail and Old Cherokee Trail in a new hospital to be constructed on a site leased from UT Medical Center. The three existing facilities, containing ninety-three (93) beds, that will close are: Select Specialty Hospital-Knoxville, Inc., 1901 Clinch Ave., Knoxville, TN 37916 (35 beds); Select Specialty Hospital -North Knoxville, 900 E. Oak Hill Ave, Knoxville, TN 37917 (33 beds) and Select Specialty Hospital-Knoxville UT Campus, 1924 Alcoa Highway, Knoxville, TN 37920 (25 beds). The proposed service area for the new long term hospital will remain the same as the existing service areas for the three (3) closing facilities. Other than the relocation of existing beds to the new site no other health services will be initiated or discontinued.
\$ 27,630,762
Opposition: Covenant Health; St. Mary's Health System, Inc.

V. GENERAL COUNSEL'S REPORT

- Approved** A. Jamestown Regional Medical Center, Jamestown (Fentress County) – CN0210-098A
Request for a nine (9) month extension of the expiration date from March 1, 2006 to December 1, 2006. The original Certificate of Need was approved January 22, 2003 for the renovation and expansion of the Emergency and Surgical Departments. The construction included three (3) major operating room suites (one (1) which accommodates all orthopedic procedures), and eight (8) emergency exam rooms, two (2) of which will be equipped for cardiac treatment and trauma care.
- Approved** B. University Health System, Knoxville (Knox County) – CN9908-061A
Request to remove condition from Certificate of Need requiring the hospital to surrender six (6) operating rooms as the result of the grant of an ambulatory surgical treatment center (ASTC) to University Ambulatory Surgery Center, LLC.

VI. REQUEST FOR AGENCY DETERMINATION

- No Action Taken** A. Mid-South Radiation Oncology Clinic, Memphis (Shelby County) – CN9607-050A
Request for Agency determination that the clinic be allowed to proceed with licensure as an ambulatory surgical treatment center (ASTC).

VII. OTHER BUSINESS

- A. Audit Charges
- B. Private Duty Home Health limitation

VIII. CURRENT REPORTS

- A. Statistical Reports
- B. Finance, Ways and Means Report
- C. Minutes

IX. ADJOURNMENT